

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 2727 - SB 2715**

February 15, 2020

**SUMMARY OF BILL:** Requires the Fiscal Review Committee (FRC) to review any non-competitive procurement agreement, including but not limited to, non-competitive grants and contracts. Requires the Chief Procurement Officer (CPO) to provide a monthly report to the Director of the FRC listing: all contracts, grants, or any other non-competitive procurement means that were awarded the previous month; all contracts, grants, or any other competitive procurement means that were in the process of being negotiated in the previous month; and any policy, procedure, or rule change to the state procurement processes planned for the following month.

Requires a person appointed as the CPO to submit a disclosure of conflict of interests to the Ethics Commission. Prohibits the CPO from employment, including independent contracting, with any entity that contracted with the state during the 24-month period following departure from office. Prohibits any public officer or employee involved in administering a contract on behalf of a public agency from employment by the contractor for the 24-month period following departure.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Pursuant to Tenn. Code Ann. § 4-56-107(a), all requests for an agency to procure goods or services by a non-competitive contract are required to be filed with the FRC for review.
- The FRC can complete review of any non-competitive procurement agreement, which includes grants and contracts, within existing resources.
- The CPO can provide a monthly report of contracts, grants, or procurement agreements awarded or in the process of being negotiated in the previous month within existing resources.
- Requiring a person appointed as the CPO to submit a disclosure of conflict of interests will have no significant impact to the procedures of the Ethics Commission.
- No significant fiscal impact to state or local government.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Handwritten signature of Krista Lee Carsner in black ink.

Krista Lee Carsner, Executive Director

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